

Message Text

UNCLASSIFIED

PAGE 01 MAPUTO 00330 211456Z
ACTION AF-10

INFO OCT-01 EUR-12 ISO-00 AID-05 CIAE-00 COME-00 EB-08
FRB-01 INR-10 NSAE-00 USIA-15 TRSE-00 XMB-04
OPIC-06 SP-02 LAB-04 SIL-01 OMB-01 NSC-05 SS-15
STR-07 CEA-01 L-03 H-02 DODE-00 PA-02 SCS-06
CA-01 /122 W

-----071617 212037Z /46

R 211430Z MAR 78
FM AMEMBASSY MAPUTO
TO SECSTATE WASHDC 6809
INFO AMCONS OPORTO
AMEMBASSY LISBON
AMCONSUL JOHANNESBURG

UNCLAS MAPUTO 0330

E.O.11652: N/A
TAGS: CPRS, EFIN, MZ
SUBJECT: MANDATORY DEPOSIT OF FOREIGN OWNED SHARES
OF MOZAMBIQUE COMPANIES

1. COMPREHENSIVE NEW TAX LAWS INCLUDE PROVISION (DECREE 4/78
ARTICLE 10) REQUIRING THE REPATRIATION OF FOREIGN OWNED SHARES
OF COMPANIES CHARTED IN MOZAMBIQUE. OWNERS LIVING ABROAD HAVE
UNTIL APRIL 3, 1978 TO REGISTER AND DEPOSIT STOCKS AND BONDS OF
MOZAMBIQUE CORPORATIONS IN A MOZAMBIQUE BANK. OTHERWISE, SUCH
SHARES REVERT TO THE GPRM.

2. AN AIRGRAM WITH OTHER PROVISIONS OF THE TAX LAW WILL FOLLOW

3. COMMENT THE PROVISION WILL AFFECT PRINCIPALLY PORTUGUESE
FORMER RESIDENTS OF MOZAMBIQUE, WHO HAVE NOT ALREADY DEPOSITED
THEIR STOCK AND BOND HOLDINGS IN LOCAL BANKS. FIRMS OWNED AND
MANAGED BY PEOPLE WHO LEFT THE COUNTRY HAVE ALREADY BEEN NATIONALIZED
SO INVESTORS AND ABSENT INACTIVE PARTNERS ARE MOST AFFECTED
THE PROVISION, WHICH IS BURIED IN A LONG AND COMPLEX TAX LAW
UNCLASSIFIED

UNCLASSIFIED

PAGE 02 MAPUTO 00330 211456Z

HAS BEEN GIVEN LITTLE LOCAL NOTICE, AND IS DESIGNED TO FURTHER
MINIMIZE THE FINANCIAL OBLIGATIONS OF MOZAMBIQUE TO FOREIGNERS
AND PARTICULARLY FORMER PORTUGUESE RESIDENTS.

4. EMBASSY DOES NOT KNOW HOW MANY, IF ANY AMERICAN CITIZENS
ARE AFFECTED OR HOW WE CAN GET IN TOUCH WITH THEM, IN THE SHORT
TIME PERMITTED.

DE PREE

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: TAX LAW, FOREIGN INVESTMENT
Control Number: n/a
Copy: SINGLE
Draft Date: 21 mar 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 jan 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978MAPUTO00330
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D780124-1068
Format: TEL
From: MAPUTO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780343/aaaabkbv.tel
Line Count: 63
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: be3a61c0-c288-dd11-92da-001cc4696bcc
Office: ACTION AF
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 11 apr 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3257155
Secure: OPEN
Status: NATIVE
Subject: MANDATORY DEPOSIT OF FOREIGN OWNED SHARES OF MOZAMBIQUE COMPANIES
TAGS: CPRS, EFIN, EINV, MZ
To: STATE
Type: TE
vdkgvwkey: odhc://SAS/SAS.dbo.SAS_Docs/be3a61c0-c288-dd11-92da-001cc4696bcc
Review Markings:
Sheryl P. Walter
Declassified/Released
US Department of State
EO Systematic Review
20 Mar 2014
Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014